17.500

designs or concepts, and specific data, or software, of a proprietary nature.

Subpart 17.5—Interagency Acquisitions

SOURCE: 75 FR 77735, Dec. 13, 2010, unless otherwise noted.

17.500 Scope of subpart.

- (a) This subpart prescribes policies and procedures applicable to all interagency acquisitions under any authority, except as provided for in paragraph (c) of this section.
- (b) This subpart applies to interagency acquisitions, see 2.101 for definition, when—
- (1) An agency needing supplies or services obtains them using another agency's contract; or
- (2) An agency uses another agency to provide acquisition assistance, such as awarding and administering a contract, a task order, or delivery order.
 - (c) This subpart does not apply to—
- (1) Interagency reimbursable work performed by Federal employees (other than acquisition assistance), or interagency activities where contracting is incidental to the purpose of the transaction; or
- (2) Orders of \$500,000 or less issued against Federal Supply Schedules.

[75 FR 77735, Dec. 13, 2010, as amended at 77 FR 185, Jan. 3, 2012]

17.501 General.

- (a) Interagency acquisitions are commonly conducted through indefinite-delivery contracts, such as task- and delivery-order contracts. The indefinite-delivery contracts used most frequently to support interagency acquisitions are Federal Supply Schedules (FSS), Governmentwide acquisition contracts (GWACs), and multi-agency contracts (MACs).
- (b) An agency shall not use an interagency acquisition to circumvent conditions and limitations imposed on the use of funds.
- (c) An interagency acquisition is not exempt from the requirements of subpart 7.3, Contractor Versus Government Performance.
- (d) An agency shall not use an interagency acquisition to make acquisi-

tions conflicting with any other agency's authority or responsibility (for example, that of the Administrator of General Services under title 40, United States Code, "Public Buildings, Property and Works" and title III of the Federal Property and Administrative Services Act of 1949.)

17.502 Procedures.

17.502-1 General.

- (a) Determination of best procurement approach—(1) Assisted acquisitions. Prior to requesting that another agency conduct an acquisition on its behalf, the requesting agency shall make a determination that the use of an interagency acquisition represents the best procurement approach. As part of the best procurement approach determination, the requesting agency shall obtain the concurrence of the requesting agency's responsible contracting office in accordance with internal agency procedures. At a minimum, the determination shall include an analysis of procurement approaches, including an evaluation by the requesting agency that using the acquisition services of another agency—
- (i) Satisfies the requesting agency's schedule, performance, and delivery requirements (taking into account factors such as the servicing agency's authority, experience, and expertise as well as customer satisfaction with the servicing agency's past performance);
- (ii) Is cost effective (taking into account the reasonableness of the servicing agency's fees); and
- (iii) Will result in the use of funds in accordance with appropriation limitations and compliance with the requesting agency's laws and policies.
- (2) Direct acquisitions. Prior to placing an order against another agency's indefinite-delivery vehicle, the requesting agency shall make a determination that use of another agency's contract vehicle is the best procurement approach and shall obtain the concurrence of the requesting agency's responsible contracting office. At a minimum, the determination shall include an analysis, including factors such as:
- (i) The suitability of the contract vehicle:

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- (ii) The value of using the contract vehicle, including—
- (A) The administrative cost savings from using an existing contract;
- (B) Lower prices, greater number of vendors, and reasonable vehicle access fees; and
- (iii) The expertise of the requesting agency to place orders and administer them against the selected contract vehicle throughout the acquisition lifecycle.
- (b) Written agreement on responsibility for management and administration—(1) Assisted acquisitions. (i) Prior to the issuance of a solicitation, the servicing agency and the requesting agency shall both sign a written interagency agreement that establishes the general terms and conditions governing the relationship between the parties, including roles and responsibilities for acquisition planning, contract execution, and administration and management of the contract(s) or order(s). The requesting agency shall provide to the servicing agency any unique terms, conditions, and applicable agency-specific statutes, regulations, directives, and other applicable requirements for incorporation into the order or contract; for patent rights, see 27.304-2. In preparing interagency agreements to support assisted acquisitions, agencies should review the Office of Federal Procurement Policy guidance, Interagency Acquisitions, available at http:// www.whitehouse.gov/omb/assets/procurement/iac revised.pdf.
- (ii) Each agency's file shall include the interagency agreement between the requesting and servicing agency, and shall include sufficient documentation to ensure an adequate audit consistent with 4.801(b).
- (2) Direct acquisitions. The requesting agency administers the order; therefore, no written agreement with the servicing agency is required.
- (c) Business-case analysis requirements for multi-agency contracts and governmentwide acquisition contracts. In order to establish a multi-agency or governmentwide acquisition contract, a business-case analysis must be prepared by the servicing agency and approved in accordance with the Office of Federal Procurement Policy (OFPP) business case guidance, available at http://

- www.whitehouse.gov/sites/default/files/omb/procurement/memo/development-review-and-approval-of-business-cases-for-certain-interagency-and-agency-specific-acquisitions-memo.pdf. The business-case analysis shall—
- (1) Consider strategies for the effective participation of small businesses during acquisition planning (see 7.103(u)):
- (2) Detail the administration of such contract, including an analysis of all direct and indirect costs to the Government of awarding and administering such contract;
- (3) Describe the impact such contract will have on the ability of the Government to leverage its purchasing power, e.g., will it have a negative effect because it dilutes other existing contracts;
- (4) Include an analysis concluding that there is a need for establishing the multi-agency contract; and
- (5) Document roles and responsibilities in the administration of the contract

[75 FR 77735, Dec. 13, 2010. as amended at 77 FR 186, Jan. 3, 2012]

17.502-2 The Economy Act.

- (a) The Economy Act (31 U.S.C. 1535) authorizes agencies to enter into agreements to obtain supplies or services from another agency. The FAR applies when one agency uses another agency's contract to obtain supplies or services. If the interagency business transaction does not result in a contract or an order, then the FAR does not apply. The Economy Act also provides authority for placement of orders between major organizational units within an agency; procedures for such intra-agency transactions are addressed in agency regulations.
- (b) The Economy Act applies when more specific statutory authority does not exist. Examples of more specific authority are 40 U.S.C. 501 for the Federal Supply Schedules (subpart 8.4) and 40 U.S.C. 11302(e) for Government-wide acquisition contracts (GWACs).
- (c) Requirements for determinations and findings. (1) Each Economy Act order to obtain supplies or services by interagency acquisition shall be supported by a determination and findings (D&F). The D&F shall—